

**GEMSTONE MINING, INC.**

PO Box 3413, Cedar City, UT 84720, USA
Telephone: 435-559-7751

72/001/045

January 17, 2002

State of Utah
Division of Oil Gas and Mining
Wayne Hedberg
1594 West North Temple Suite 1210
PO BOX 145801
Salt Lake City UT 84114-5801

Dear Mr. Hedberg

This letter is to inform you that Construction & Mining Services Inc. has completed the reclamation work on the Red Emerald Plant Site. Gemstone Mining inc. requests that a final inspection take place after January 24, 2001. Please contact Clinton Christensen at 435-559-7752 to arrange for the inspection. Gemstone Mining Inc. also requests that upon satisfactory completion of the inspection that the bond for the mine site be released back to Gemstone Mining Inc.

Sincerely,

Scott H Wilkinson
Agent for Gemstone Mining Inc.

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DIVISION OF
OIL, GAS AND MINING